# Transcript of President's News Conference on Foreign and Domestic Matters

Following is a transcript of President Reagan's news conference in Wash-ngton yesterday, as recorded by The New York Times: OPENING STATEMENT

will sign no legislation that would interests.

QUESTIONS AND ANSWERS

Senate Stand on Awacs

Q. Mr. President, since Saudi Arabia has agreed to an American presence on Awacs, what do you think is the possibility now of Senate acceptance on Awacs, what do you think is been also also as the possibility now of Senate acceptance on Awacs, what do you think is been also as the possibility of the possibility

QUESTIONS AND ANSWERS

Impact of Safety Net
Q. Mr. President, one of the original
arguments for your budget and tarmediate psychological impact, that
the economy would get better one the
people saw these cuts coming. That
the and the program taking effect
today, when will the default dollar impact to list and when will the social
pact to list and when will be social
pact to list and the s

## Concern Among Blacks

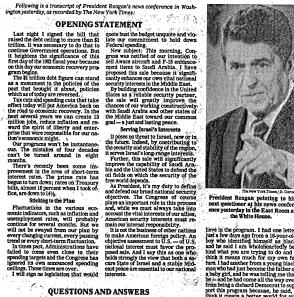
Concern Among Blacks

Q. Mr. President, as I think you're aware, a number of black leader in this country have expressed some reservations about your policies—not only economic policies but other policies—on the moder if you might have some policies—on the moder if you might have blacks in this country concerning your attitude and your policies, and appetitically, sir, whether or not you are in heaves of encoding the Voting all specifically, sir, whether or not you are in the second property of the second property of the second property of the second property of the your large of the second property of the second property of the your large of the your large you have you have you have you deeply that we've had experiences in the your large you have you proper you have you have you proper you have been attacking from the very beginning our programs.

had.

Economic Dislocations

E on Mr. President, you stated during, your opening astenness your intention of serving on part of a program with the world of the block community that have sted on the by be-



President Regan pointing to his next questioner at his news confer-ence yesterday in the East Room at the White House.

## Security After Awacs Sale

Security After Awacs Sale

Q. Are you aware that the same people right own in the State Department
who more want you to sell Awacs planes
as waited that very name all years
asy waited that very name all years
asy waited that very name all years
asy waited that very and a year
system sold to the Shah of Iran — just
before the Shah fell. Given the fact
that when the Shah fell, the United
States lost month top secret military
and F-14 fighters — can you now guarantee the Congress and the people of
the United States that the Awac syssem, if it is add to the Saudis, will not
will not all it is a second of the Congress and the people of
the United States that the Awac syssem, if it is add to the Saudis, will not
will not all it is a second of the Congress and the
Art can make that guarantee — that
it will not compromise our security, of
control believe it! I fall into memy
hands, but, it would not compromise
Now, with regard to four and a half
years ago: I wasn't here then and Iran
— I have to say that Saudi Arabia we
will not permit to be an Iran.

Veto of Natural Cas Tay

# Winning a Nuclear War

Winning a Nuclear War

Q Mr. Prisident, we've talked
about limited nuclear war. Do you believe that either the Soviet tulion or the
Upited States could win a nuclear
war? Is there a winnable nuclear war?
A. It's difficult for me to think that
war? Is there a winnable nuclear war?
A. It's difficult for me to think that
where our great risk falls is that the
Soviet Union has made it very plain
hat among themselves they believe it
is winnable. And believing that, that
which is one of the reasons are y fron
dedicated to getting them at a table
of for arms limitation talks but for
arms reduction talks. Yes, Sam?

## Military Superiority

Q. Sir, on that same subject, general subject. Can you reassure our European allies and anyone else nerrous about your policy, that you're not seeking military superiority over the Soviet Union, or in fact is that your policy?

Solviet Union, or in fact is that your policy?

A. We're seeking whatever is necessary to insure that that window of vulnerability. I've spoken of has been closed and that the risk has been reduced of there being a war at all, And in the state of the reduced where the risk has been reduced of there being a war at all, and in the state of the reduced when the state of the reduced when the reduced when the reduced will be reduced by the reduced by

## **Guns and Butter**

In fere in the program. I had one letter just a few days ago from a 16-yal- and the was tell and whole said I am wholefearfiedly be hind what you are trying to do and I think it means much for my own forman who had the become behind the said that the means much for my own forman who had the become the them the said that the same time appearing more from think it means a better world for my deal the same time spending more from the said of the same time and a saying the said that the same time spending more from the said of the s

Reason for Spending Cuts

Q. Mr. President, you've just sounded the theme that you sounded the theme that you sounded from the self-replentable of the

## 'Millionaires on Parade'

tem, if it's gold to the Saudis, will into compromise Americana security, or will not fail into the wrong hands.

Millionalres on Parade'

Q. The style of your Administration it will not compromise or security. I don't believe it'll fail into enemy hands, but, it would not compromise or security even on that, if it had, and the stand of the paranage. I would not compromise or security even on that, if it had, and the paranage it was age. I want here them and I rand—I have to say that Saudi Arabia ve will not permit to be an Iran.

Veto of Natural Gas Tax

Veto of Natural Gas Tax

Veto of Natural Gas Tax

O, Mr. President, do you still plan to honor your commitment to Congress-man English of Oklahoma that you natural gas?

A. Well, I've always besitated to say —I'll talk about vetoing in general principles such as I will veto generally strengate to beat the budget. But I have a proposition of the compromise of the paramagnetic of the compromise of the paramagnetic of

feathers and that doesn't happen, but it does. And the truth of the matter is at state dimore we carn't set the tables at tatte dimore we carn't set the tables at the table at the company making the china of the company making the china of the company making the china out of the tables in there. And this was the result of an anonymous contribution and the company making the china out of the tables in there. And this was the result of an anonymous contribution and the company making the china out of the tables are contributed in the company making the china out of the tables of the company making the china out of the tables of the company making the china out of the finese of Congress who say that the matter is the congress of the company making the china out of the finese rates and that there is no critically reason for this own will you do something about this you go the trying to move in on the Federial Reserve that we will be ring down inflation on the fine of the proposed over the extent of furue Federial Reserve that we will be ring down inflation, on the proposed who make the proposed will be ready to the proposed will

Financial Market Attitude

Q. Mr. President, there has been, despite your letter that you enjoyed the property of the property

Criticism on Wall Street

O. Mr. President, if you're a certain that the American propie are in justed of your economic program, why the over concerns on the part of the Administration on how Wall Street reacts in a — I mean the constant hanging away at Wall Street reacts in a— I mean the constant hanging away at Wall Street or hose has the constant hanging away at Wall Street from the securities — I hast thought that a non-body would ask a question about Wall Street and the securities — I had the securities — I had the securities of the Securities — I had the securities — I had the securities — A Test this is to see that was a signed by the president, Ewand O'-Board, Ralph D'Amenzich. All they all the securities prices as a secure of major of the securities prices as a secure of major of concern within the securities industry.

Widespread interpretation of recent weakness in securities prices as a secure of major of concern within the securities industry.

The third, the Administration's economic program has become a source of major concern within the securities industry.

The third, the Administration's economic program has become a source of major concern within the securities industry, a securities industry in the securities industry in the securities industry in the securities industry in the securities ind

# Reagan Cites Islamic Scholar

curvet une Middle Ages.

Paraphrasing the historian, Mr.
Reegan said ibn Khaidhun postulated
that "in the beginning of the dynasty,
greet tax revenues were gained from
small assessments," and that "at the
end of the dynasty, small tax revenues
were gained from large assessments."

Reagan Cites Islamic Scholar By Roberto Meradden President, "we're represented by Cited a 14th-centery latinate sholar as an early reproductive of the policy of the polic